

Assembly Bill No. 2641

Passed the Assembly August 29, 2012

Chief Clerk of the Assembly

Passed the Senate August 28, 2012

Secretary of the Senate

This bill was received by the Governor this _____ day
of _____, 2012, at _____ o'clock ____M.

Private Secretary of the Governor

CHAPTER _____

An act to add Section 12098.6 to the Government Code, relating to nonprofit corporations.

LEGISLATIVE COUNSEL'S DIGEST

AB 2641, Skinner. Nonprofit corporations: Internet Web site.

Existing law provides for the organization and governance of nonprofit public benefit corporations, nonprofit mutual benefit corporations, and nonprofit religious corporations. Existing law requires these corporations to prepare and file articles of incorporation with the Secretary of State, and within 90 days of that filing, and biennially thereafter, as specified, to file a form prescribed by the secretary stating specified information regarding certain officers, office location, and agent for service of process, among other information. Existing law requires a charitable corporation, as defined, to also file periodic written reports with the Attorney General beginning within 4 months and 15 days following the close of the first calendar or fiscal year in which it initially receives property, setting forth information as to the nature of the assets held for charitable purposes and the administration thereof.

This bill would require the Governor's Office of Business and Economic Development to post on its Internet Web site information to assist an individual to start a nonprofit corporation and to assist nonprofit corporations to achieve compliance with the state's statutory and regulatory requirements. The bill would require the Internet Web site to contain direct links to information on the incorporation, registration, and renewal requirements of specified state agencies. The bill would require specified state agencies to provide the direct links to the information to the office, and would prohibit a state agency from using this Internet Web site as the exclusive source of information that it provides to the public on its requirements for nonprofit corporations.

The people of the State of California do enact as follows:

SECTION 1. Section 12098.6 is added to the Government Code, to read:

12098.6. (a) The office shall post information on its Internet Web site to assist an individual to start a nonprofit corporation in this state and to assist a nonprofit corporation to achieve compliance with the state's statutory and regulatory requirements. The Internet Web site shall contain direct links to information on the incorporation, registration, and renewal requirements of all of the following agencies:

- (1) The Employment Development Department.
- (2) The Franchise Tax Board.
- (3) The Internal Revenue Service.
- (4) The office of the Attorney General.
- (5) The office of the Secretary of the State.
- (6) The State Board of Equalization.

(b) The Internet Web site shall include, but not be limited to, direct links to each agency under subdivision (a) that provides information that does all of the following:

- (1) Assists individuals with identifying all state forms or documents they may need.
- (2) Provides direct links to an electronic copy of all state forms and documents available for download.
- (3) Instructs individuals on how and where to submit all state forms and documents.
- (4) Assists nonprofit corporations with identifying the state's statutory and regulatory requirements they must comply with to maintain their status as a nonprofit corporation in this state.
- (5) Informs individuals to contact local agencies regarding local requirements.

(c) The office shall ensure that the Internet Web site is user-friendly and provides accurate and updated information.

(d) (1) Each state agency under subdivision (a) shall provide the office with the direct links to the information described in subdivision (b). The office may refer individuals to the California Tax Service Center Internet Web site.

(2) A state agency shall not use the Internet Web site established under this section as the exclusive source of information that it

provides to the public on its requirements for nonprofit corporations.

Approved _____, 2012

Governor